25X1

APR 6 1959

The Honorable
The Director of the
Bureau of the Budget
Washington 25, D. C.

Dear Mr. Lawton:

The generally increasing international tensions, and particularly the developments in sensitive areas with which you are familiar, have resulted in increased responsibilities to the Central Intelligence Agency. These require accederation in the fields of intelligence collection and services of common concern to other vitally interested departments of the government.

In compliance with directives from the National Security Council certain program objectives scheduled for gradual development must now be accomplished during fiscal year 1952. These developments had not been anticipated at the time the 1952 estimates were prepared.

The amount requested in the original budget submission
for fiscal year 1952 was The supplemental
estimate of funds includes an increase of for
planned operations as set forth in detail in the attached
budget document. The major portion of this increase
is required for overseas activities in the fields of in-
telligence collection and other operations of common con-
cern. The remaining is required for supporting functions
such as training, communications, administrative support, and
for the further development of organizational segments con-
cerned with research, analysis and dissemination of intelli-
gence. The strengthening of these activities cannot be
postponed to subsequent fiscal years without weakening the
overall effectiveness of the intelligence program for which
this Agency is responsible.

25X1

- 2 -

25X1

In addition to the _________increase requested for planned operations there is also included an item of ________to provide for a "Contingency Fund" to provide for unforseen projects of an urgent nature which may be developed during the year by CTA or assigned to the Agency for implementation and operation. This "Contingency Fund" has the informal concurrence of representatives of the JCS, and the Departments of State and Defense, after a review of current commitments and programs in relation to the international situation.

The overall amount requested for CIA planned programs and contingencies for the fiscal year 1952 totals

This supplemental request will be submitted to the National Security Council for review and approval. The Council's recommendation will be forwarded to your office.

Sincerely,

25X1

25X1

WALTER B. SMITH Director

Attachment

ERS/vlb

cc: Signer's copy

DD/A

Advisor for Management

Comptroller

Gentral Hecords

Vital Documents